

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

SB 917 – HB 1281

March 14, 2011

SUMMARY OF BILL: Increases, from 10 to 15 percent, the amount of auction proceeds derived from the sale of seized contraband tobacco products earmarked for expenses associated with conducting such auctions.

ESTIMATED FISCAL IMPACT:

Other Fiscal Impact – A shift of use of approximately \$900 in state funds. Under current law, these funds would be deposited to the General Fund and made available for the general purposes of state government. Under this bill, these funds will become earmarked exclusively for expenses incurred as a result of conducting auction sales of seized contraband tobacco products.

Assumptions:

- According to the Department of Revenue, proceeds from auction sales of seized tobacco products were approximately \$18,000 in FY09-10. This number is assumed to remain constant in subsequent years.
- Increasing the percentage by five percent will result in an additional \$900 (\$18,000 x 5%) earmarked for conducting the auctions.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink, reading "James W. White".

James W. White, Executive Director

/rnc